GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:6689
ANSWERED ON:10.05.2002
POOL TO COVER TERRORIST ACT
CHANDRA BHUSHAN SINGH

Will the Minister of FINANCE be pleased to state:

(a) whether the insurance companies have decided to set up a Rs.200 crore pool to cover terrorists acts;

(b) if so, the details thereof; and

(c) the names of the insurance companies which have agreed to join the above said pool?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a)&(b): A pool to meet losses arising out of acts of terrorism has been formed by all the Indian insurers, both in public and private sector, w.e.f. 1st April, 2002. The pool will be managed by the Indian Reinsurer i.e. General Insurance Corporation of India. It will have a capacity upto sum insured of Rs.200 crores per location per event on losses under all insurances at that location. The rates, deductibles and other terms and conditions for terrorism risks will be decided by the Tariff Advisory Committee from time to time.

(c): The names of insurance companies which have agreed to join the above pool are as under:-

- General Insurance Corporation of India
- National Insurance Company Ltd.
- New India Assurance Company Ltd.
- Oriental Insurance Company Ltd.
- United India Insurance Company Ltd.
- Bajaj Allianz General Insurance Company Ltd.
- ICICI-Lombard General Insurance Company Ltd.
- IFFCO-Tokio General Insurance Company Ltd.
- Reliance General Insurance Company Ltd.
- Royal Sundaram Alliance Insurance Company Ltd.
- Tata AIG General Insurance Company Ltd.